AMENDMENT OF SOLICITATI	ON/MODIFICATI	ON OF CONTRA	ACT	1. Contract l		Page 1 Of 17
2. Amendment/Modification No.	3. Effective Date	4. Requisition/Purcha	ase Req		5. Project No. (If	f applicable)
P00003	2007MAY09	SEE SCHED	ULE			
6. Issued By	Code W56HZV	7. Administered By (I	f other	than Item 6)	l	Code S2101A
U.S. ARMY TACOM LCMC		DCMA MARYLAND				<u></u>
AMSTA-AQ-AHLA		217 EAST RED W	WOOD S'	Т		
THOMAS MICHELIN (586)753-2322 WARREN, MICHIGAN 48397-5000		SUITE 1800	21202	F300		
HTTP://CONTRACTING.TACOM.ARMY.MIL		BALTIMORE, MD	21202	-5299		
WEAPON SYSTEM: WPN SYS: MM						
EMAIL: THOMAS.MICHELIN@US.ARMY.MIL		<u> </u>	DВ	PAS NONE		HQ0338
8. Name And Address Of Contractor (No., Stre	eet, City, County, State and	l Zip Code)		9A. Amendmen	nt Of Solicitation N	No.
Z SYSTEMS CORPORATION						
INFORMATION TECHNOLOGY				9B. Dated (See	Item 11)	
9500 ARENA DRIVE SUITE 220						
UPPER MARLBORO, MD 20774-3707			X	10A. Modificat	tion Of Contract/C	Order No.
				W56HZV-06-C-	0677	
TYPE BUSINESS: Small Disadvantaged	Business Performing in	n U.S.	ŀ	10B. Dated (Se	e Item 13)	
Code ^{1BHV9} Facility Code				2006AUG31	-	
11. T	HIS ITEM ONLY APPLI	ES TO AMENDMENTS	S OF S	OLICITATION	IS	
The above numbered solicitation is amend	led as set forth in item 14.	The hour and date spe	cified f	or receipt of Of	fers	
is extended, is not extended.						
Offers must acknowledge receipt of this amo	endment prior to the hour	and date specified in the	e solicit	tation or as ame	nded by one of the	following methods:
(a) By completing items 8 and 15, and return	_		-		-	nent on each copy of the
offer submitted; or (c) By separate letter or ACKNOWLEDGMENT TO BE RECEIVED	0					
SPECIFIED MAY RESULT IN REJECTION						
change may be made by telegram or letter, p	provided each telegram or	letter makes reference t	to the s	olicitation and t	his amendment, ar	nd is received prior to the
opening hour and date specified. 12. Accounting And Appropriation Data (If red	anirad)					
SEE SECTION G (IF APPLICABLE)	quireu)					
KIND MOD CODE: 6	ITEM ONLY APPLIES T It Modifies The Contra	O MODIFICATIONS (act/Order No. As Descri			DERS	
A. This Change Order is Issued Pursua	nt To:			The Ch	nanges Set Forth I	ı Item 14 Are Made In
The Contract/Order No. In Item 10.		m 111111111111111111				
B. The Above Numbered Contract/Orde Set Forth In Item 14, Pursuant To T	The Authority of FAR 43.10	03(b).	inges (s	uch as changes i	in paying office, ap	opropriation data, etc.)
C. This Supplemental Agreement Is Ent	tered Into Pursuant To Au	thority Of:				
X D. Other (Specify type of modification a	and authority) Exercise	Option				
E. IMPORTANT: Contractor X is not,	is required to sign	this document and retu	urn		copies to the Issuin	g Office.
14. Description Of Amendment/Modification (Organized by UCF section	headings, including soli	icitatio	n/contract subje	ect matter where fe	easible.)
SEE SECOND PAGE FOR DESCRIPTION						
Except as provided herein, all terms and condi and effect.	tions of the document refe	renced in item 9A or 10.	A, as h	eretofore chang	ed, remains uncha	nged and in full force
15A. Name And Title Of Signer (Type or print))			Of Contracting	Officer (Type or p	orint)
		DENISE MIKA		MY.MIL (586)5	- 574-7076	
15B. Contractor/Offeror	15C. Date Signed				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	16C. Date Signed
			01			
(Signature of names authorized to -!)	_	By	notures :	/SIGNED/)fficar)	2007MAY09
(Signature of person authorized to sign)		(Sign	іаішге (of Contracting C	micer)	

Reference No. of Document Being Continued

PIIN/SIIN W56HZV-06-C-0677

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Name of Offeror or Contractor: ${\tt Z}$ systems corporation

SECTION A - SUPPLEMENTAL INFORMATION

MODIFICATION P00003 TO CONTRACT W56HZV-06-C-0677

PROGRAM: TOTAL PACKAGE FIELDING (TPF) FOR PM-HBCT (BFVS, M113 AND PM ASSURED MOBILITY SYSTEMS (PM BRIDGING))

PREVIOUS FUNDED CONTRACT AMOUNT: \$ 1,977,414.00

NET AMOUNT THIS ACTION: \$ 1,110,428.00

CURRENT CONTRACT DOLLAR AMOUNT: \$ 3,087,842.00

- 1. The purpose of Modification P00003 to Contract W56HZV-06-C-0677 is to exercise an option for 16,656 TPF Level of Effort (LOE) hours for work listed on Work Directive(s) BFVS 07-02, BFVS 07-03, M113FOV 07-01, Revision 1, M113FOV 07-01, Revision 2, and AMS 07-01. In addition, this contractual action changes all references previously citing PM Bridging in Section B, Special Clause B.5 and Section H, Special Clause H.4 to PM Assured Mobility Systems (PM Bridging), and corrects the Total Cost Fixed Fee Per Hour Base Year amount for M113 vehicle System in Special Clause B.4.1 from \$49.71 to \$49.72.
- 2. This option exercise is acquiring 16,656 TPF LOE hours on the following CLINs:

<u>CLIN</u>: 0001AB

Work Directive: BFVS 07-02

		Prior	This Change	<u>Total</u>
Hours		0	2,000	2,000
Estimated Cost	\$	0 \$	87,240.00	\$ 87,240.00
Fixed Fee	\$	0 \$	4,360.00	\$ 4,360.00
ODCs/Travel	\$	0 \$	108,400.00	\$ 108,400.00
Total CPFF	\$	0 \$	200,000.00	\$ 200,000.00
CLIN: 0001AC				
Work Directive: BFVS 07-03				
		<u>Prior</u>	This Change	<u>Total</u>
Hours		0	4,668	4,668
Estimated Cost	\$	0 \$	204,490.00	\$ 204,490.00
Fixed Fee	\$	0 \$	10,220.00	\$ 10,220.00
ODCs/Travel	\$	0 \$	2,000.00	\$ 2,000.00
Total CPFF	\$	0 \$	216,710.00	\$ 216,710.00
CLIN: 0003AA (SubCLIN 0003AB)				
Work Directive: M113FOV 07-01, Revision	1 1			
		<u>Prior</u>	This Change	<u>Total</u>
Hours		7,543	1,005	8,548
Estimated Cost	\$	357,086.00 \$	47,587.00	\$ 404,673.00
Fixed Fee	\$	17,877.00 \$	2,382.00	\$ 20,259.00
ODCs/Travel	\$	25,000.00 \$	50,031.00	\$ 75,031.00
Total CPFF	\$	399,963.00 \$	100,000.00	\$ 499,963.00
CLIN: 0003AA (SubCLIN 0003AC)				
Work Directive: M113FOV 07-01, Revision	1 2			
		<u>Prior</u>	This Change	<u>Total</u>
Hours		8,548	8,046	16,594
Estimated Cost	\$	404,673.00 \$	380,978.00	\$ 785,651.00
Fixed Fee	\$	20,259.00 \$	19,069.00	\$ 39,328.00
ODCs/Travel	\$	75,031.00 \$	49,953.00	\$ 124,984.00
Total CPFF	\$	499,963.00 \$	450,000.00	\$ 949,963.00

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PIIN/SIIN W56HZV-06-C-0677

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Name of Offeror or Contractor: Z SYSTEMS CORPORATION

<u>CLIN</u>: 0004AA

Work Directive: AMS 07-01

	Prio	r	This Change	:	<u>Total</u>
Hours		0	917		917
Estimated Cost	\$	0	\$ 43,209.00	\$	43,209.00
Fixed Fee	\$	0	\$ 2,164.00	\$	2,164.00
ODCs/Travel	\$	0	\$ 98,345.00	\$	98,345.00
Total CPFF	\$	0	\$ 143,718.00	\$	143,718.00

- a. BFVS TPF hours optioned to date total 6,688 hours, leaving 163,312 BFVS TPF hours available for future option exercise.
- b. M113 TPF hours optioned to date total 16,594 hours, leaving 15,406 M113 TPF hours available for future option exercise.
- c. PM Assured Mobility Systems (PM Bridging) TPF hours optioned to date total 917 hours, leaving 13,083 PM Assured Mobility Systems (PM Bridging) TPF hours available for future option exercise.
- d. Contract TPF hours optioned to date total 26,596 hours, leaving 573,404 contract TPF hours available for future option exercise. Base year TPF hours awarded 31 August 2006 total 29,736 hours.
- e. The option is exercised prior to 31 August 2011.
- 3. The TPF LOE option hours exercised under Modification P00003 are at the following rates:
 - a. BFVS TPF hours at \$43.62 for Estimated Cost and \$2.18 for Fixed Fee, for a total CPFF of \$45.80.
 - b. M113 TPF hours at \$47.35 for Estimated Cost and \$2.37 for Fixed Fee, for a total CPFF of \$49.72.
 - c. PM Assured Mobility Systems (PM Bridging) TPF hours at \$47.12 for Estimated Cost and \$2.36 for Fixed Fee for a total CPFF of \$49.48.
- 4. This modification impacts the contract amount. This contractual action increases the total contract amount by \$1,110,428.00 from the prior amount of \$1,977,414.00 to a new total of \$3,087,842.00 and increases the total base and option year TPF hours awarded to date by 16,656 hours from 39,676 hours to 56,332 hours:

	Prior	This Change	<u>Total</u>
Base and Option LOE Hours:	39,676	16,656	56,332
Estimated Cost	\$ 1,757,711.00	\$ 763,504.00	\$ 2,521,215.00
Fixed Fee	\$ 87,863.00	\$ 38,195.00	\$ 126,058.00
ODCs/Travel	\$ 131,840.00	\$ 308,729.00	\$ 440,569.00
Cost Plus Fixed Fee	\$ 1,977,414.00	\$ 1,110,428.00	\$ 3,087,842.00

5. All other terms and conditions of contract W56HZV-06-C-0677 remain unchanged and in full force and effect.

*** END OF NARRATIVE A 0003 ***

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Name of Offe	ror or Contractor: z systems corporation	IVIC	JD/ANI	D 100003	
ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
	SECTION B - SUPPLIES OR SERVICES AND PRICES/COSTS				
0001AB	SERVICES LINE ITEM				\$
	NOUN: TOTAL PACKAGE FIELDING BRADLE PRON: EH71W136EH PRON AMD: 01 ACRN: AF AMS CD: 13519700000				
	WORK DIRECTIVE: BFVS 07-02 PROGRAM: TOTAL PACKAGE FIELDING FOR BFVS START OF WORK: DATE OF MODIFICATION P00003 COMPLETION DATE: 31 DECEMBER 2007 LEVEL OF EFFORT: 2,000 HOURS			Estimated Cost: Fixed Fee: ODCs/Travel: CPFF:	\$ 87,240.00 \$ 4,360.00 \$ 108,400.00 \$ 200,000.00
	(End of narrative B001)				
	Inspection and Acceptance INSPECTION: Destination				
	Deliveries or Performance DLVR SCH PERF COMPL REL CD QUANTITY DATE				
	001 0 31-DEC-2007 \$ 200,000.00				

Reference No. of Document Being Continued PIIN/SIIN W56HZV-06-C-0677

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ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
0001AC	SERVICES LINE ITEM				\$216,710.00
	NOUN: ODS BRADLEY - BII CAMP SHELBY PRON: EH7CR218EH PRON AMD: 01 ACRN: AG AMS CD: 137010NC0000				
	WORK DIRECTIVE: BFVS 07-03 PROGRAM: TOTAL PACKAGE FIELDING FOR BFVS START OF WORK: DATE OF MODIFICATION P00003 COMPLETION DATE: 31 AUGUST 2007 LEVEL OF EFFORT: 4,688 HOURS			Estimated Cost: Fixed Fee: ODCs/Travel: CPFF:	\$ 204,490.00 \$ 10,220.00 \$ 2,000.00 \$ 216,780.00
	(End of narrative B001)				
	Inspection and Acceptance INSPECTION: Destination				
	Deliveries or Performance DLVR SCH PERF COMPL REL CD QUANTITY DATE				
	001 0 31-AUG-2007 \$ 216,710.00				

Reference No. of Document Being Continued PIIN/SIIN W56HZV-06-C-0677

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ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
0003AA	SERVICES LINE ITEM				\$399,963.00
	NOUN: M113, TPF SUPPORT PRON: 7268C03672 PRON AMD: 02 ACRN: AD AMS CD: 31200496006				
	WORK DIRECTIVE: M113FOV 07-01 PROGRAM: TOTAL PACKAGE FIELDING FOR M113 FOV START OF WORK: DATE OF SIGNED MODIFICATION P00001 COMPLETION DATE: 04 MAY 2008 LEVEL OF EFFORT: 16,594 HOURS			Estimated Cost: Fixed Fee: ODCs/Travel: CPFF:	\$ 785,651.00 \$ 39,328.00 \$ 124,984.00 \$ 949,963.00
	(End of narrative B001)				
	Inspection and Acceptance INSPECTION: Destination ACCEPTANCE: Destination				
	Deliveries or Performance DLVR SCH PERF COMPL REL CD QUANTITY DATE 001 0 04-MAY-2008				
	\$ 399,963.00				

Reference No. of Document Being Continued PIIN/SIIN W56HZV-06-C-0677

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ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
0003AB	SERVICES LINE ITEM				\$100,000.00
	NOUN: TOTAL PACKAGE FIELDING - M113 PRON: EH71W137EH PRON AMD: 01 ACRN: AF AMS CD: 13519700000				
	FUNDING SUBCLIN IN SUPPORT OF CLIN 0003AA				
	(End of narrative B001)				
	Inspection and Acceptance INSPECTION: Destination ACCEPTANCE: Destination				
	Deliveries or Performance DLVR SCH PERF COMPL REL CD QUANTITY DATE 001 0 04-MAY-2008				
	\$ 100,000.00				

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		QUANTITY	UNIT	UNIT PRICE	AMOUNT
0003AC	SERVICES LINE ITEM				\$ 450,000.00
	NOUN: TPF SUPPORT				
	PRON: 7258C05772 PRON AMD: 01 ACRN: AJ AMS CD: 31200496006				
	And CD: 31200470000				
	FUNDING SUBCLIN IN SUPPORT OF CLIN 0003AA				
	(End of narrative B001)				
	Inspection and Acceptance				
	INSPECTION: Destination ACCEPTANCE: Destination				
	Deliveries or Performance				
	DLVR SCH PERF COMPL REL_CD QUANTITY DATE				
	001 0 04-MAY-2008				
	\$ 450,000.00				

Reference No. of Document Being Continued PIIN/SIIN W56HZV-06-C-0677

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ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
0004	SECURITY CLASS: Unclassified				
0004AA	SERVICES LINE ITEM				\$143,718.00
	NOUN: TOTAL PKG FIELDING IRB, BEB, RE PRON: P176K1082T PRON AMD: 01 ACRN: AH AMS CD: 53152831125				
	WORK DIRECTIVE: AMS 07-01 PROGRAM: TOTAL PACKAGE FIELDING FOR PM ASSURED MOBILITY SYSTEMS (PM BRIDGING) START OF WORK: DATE OF MODIFICATION P00003 COMPLETION DATE: 30 SEPTEMBER 2008 LEVEL OF EFFORT: 917 HOURS (End of narrative B001)			Estimated Cost: Fixed Fee: ODCs/Travel: CPFF:	\$ 43,209.00 \$ 2,164.00 \$ 98,345.00 \$ 143,718.00
	Inspection and Acceptance INSPECTION: Destination ACCEPTANCE: Destination				
	Deliveries or Performance DLVR SCH PERF COMPL REL CD QUANTITY DATE 001 0 30-SEP-2008 \$ 143,718.00				

Reference No. of Document Being Continued

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Name of Offeror or Contractor: Z SYSTEMS CORPORATION

B.1 Program Base Hours and CLIN Structure:

Program	CLIN	Base Hours
Bradley	0001AA	24,910
M707 KNIGHT	0002AA	3,449
M113	0003AA	00
PM Bridging	0004AA	0
M88A2 HERCULES	0005AA	1,377
M-1 Abrams	0006AA	0
PM Heavy Brigade		
Combat Team	0007AA	0
FAASV/Paladin	AA8000	0
OPNET Instructor	0010AA	0
Total:		29,736

- B.2 Option, Bradley Fighting Vehicle System (BFVS)
- B.2.1 In accordance with Clause H.1, the Government shall have the option to increase the Bradley Fighting Vehicle System (BFVS) Level of Effort Hours by a maximum of 170,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 170,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0001 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.1.

Available Hours: 170,000

Time Period		Estimated	Fixed	Total Cost
(Months afte	r	Cost	Fee	Fixed Fee
original Awa	rd)	Per Hour	Per Hour	Per Hour
Base Year	1 to 12 months after contract award	\$43.62	\$2.18	\$45.80
Year 2	13 to 24 months after contract award	\$41.23	\$2.06	\$43.29
Year 3	25 to 36 months after contract award	\$42.47	\$2.12	\$44.59
Year 4	37 to 48 months after contract award	\$43.75	\$2.19	\$45.94
Year 5	49 to 60 months after contract award	\$45.07	\$2.25	\$47.32

- B.3 Option, M707 KNIGHT Vehicle System
- B.3.1 In accordance with Clause H.2, the Government shall have the option to increase the M707 KNIGHT Vehicle System Level of Effort Hours by a maximum of 16,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 16,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0002 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.2.

Available Hours: 16,000

Time Period (Months afte original Awa		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	\$43.26	\$2.16	\$45.43
Year 2	13 to 24 months after contract award	\$42.50	\$2.12	\$44.62
Year 3	25 to 36 months after contract award	\$43.77	\$2.19	\$45.96
Year 4	37 to 48 months after contract award	\$45.09	\$2.25	\$47.35
Year 5	49 to 60 months after contract award	\$46.45	\$2.32	\$48.77

- B.4 Option, M113 Vehicle System
- B.4.1 In accordance with Clause H.3, the Government shall have the option to increase the M113 Vehicle System Level of Effort Hours by a maximum of 32,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 32,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0003 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.3.

Reference No. of Document Being Continued

PIIN/SIIN W56HZV-06-C-0677

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Name of Offeror or Contractor: Z SYSTEMS CORPORATION

Available Hours: 32,000

Time Period (Months afte original Awa		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	\$47.35	\$2.37	\$49.72
Year 2	13 to 24 months after contract award	\$44.42	\$2.21	\$46.43
Year 3	25 to 36 months after contract award	\$45.55	\$2.28	\$47.82
Year 4	37 to 48 months after contract award	\$46.93	\$2.35	\$49.28
Year 5	49 to 60 months after contract award	\$48.34	\$2.42	\$50.76

B.5 Option, PM Assured Mobility Systems (PM Bridging) (Changed by Modification P00003)

B.5.1 In accordance with Clause H.4, the Government shall have the option to increase the PM Assured Mobility Systems (PM Bridging) Level of Effort Hours by a maximum of 14,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 14,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0004 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.4.

Available Hours: 14,000

Time Period		Estimated	Fixed	Total Cost
(Months afte	r	Cost	Fee	Fixed Fee
original Awa	rd)	Per Hour	Per Hour	Per Hour
Base Year	1 to 12 months after contract award	\$47.12	\$2.36	\$49.48
Year 2	13 to 24 months after contract award	\$40.77	\$2.04	\$42.81
Year 3	25 to 36 months after contract award	\$41.99	\$2.10	\$44.09
Year 4	37 to 48 months after contract award	\$43.27	\$2.16	\$45.43
Year 5	49 to 60 months after contract award	\$44.57	\$2.23	\$46.80

B.6 Option, M88A2 HERCULES Vehicle System

B.6.1 In accordance with Clause H.5, the Government shall have the option to increase the M88A2 HERCULES Vehicle System Level of Effort Hours by a maximum of 16,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 16,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0005 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.5.

Available Hours: 16,000

Time Period (Months afte	r	Estimated Cost	Fixed Fee	Total Cost Fixed Fee
original Awa	rd)	Per Hour	Per Hour	Per Hour
Base Year	1 to 12 months after contract award	\$38.85	\$1.94	\$40.79
Year 2	13 to 24 months after contract award	\$40.77	\$2.04	\$42.81
Year 3	25 to 36 months after contract award	\$41.99	\$2.10	\$44.09
Year 4	37 to 48 months after contract award	\$43.27	\$2.16	\$45.43
Year 5	49 to 60 months after contract award	\$44.57	\$2.23	\$46.80

B.7 Option, M-1 Abrams Vehicle System

B.7.1 In accordance with Clause H.6, the Government shall have the option to increase the M-1 Abrams Vehicle System Level of Effort Hours by a maximum of 50,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 50,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0006 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.6.

Available Hours: 50,000

Time Period	Estimated	Fixed	Total Cost
(Months after	Cost	Fee	Fixed Fee
original Award)	Per Hour	Per Hour	Per Hour

Reference No. of Document Being Continued

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Name of Offeror or Cont	ractor: z	SYSTEMS	CORPORATION
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Base Year	1 to 12 months after contract award	\$46.44	\$2.32	\$48.76
Year 2	13 to 24 months after contract award	\$46.44	\$2.32	\$48.76
Year 3	25 to 36 months after contract award	\$47.84	\$2.39	\$50.23
Year 4	37 to 48 months after contract award	\$49.31	\$2.47	\$51.77
Year 5	49 to 60 months after contract award	\$50.79	\$2.54	\$53.33

B.8 Option, PM - Heavy Brigade Combat Team

B.8.1 In accordance with Clause H.7, the Government shall have the option to increase the PM - Heavy Brigade Combat Team Level of Effort Hours by a maximum of 1,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 1,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0007 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.7.

Available Hours: 1,000

Time Period (Months afte original Awa		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	\$43.26	\$2.16	\$45.43
Year 2	13 to 24 months after contract award	\$42.50	\$2.12	\$44.62
Year 3	25 to 36 months after contract award	\$43.77	\$2.19	\$45.96
Year 4	37 to 48 months after contract award	\$45.09	\$2.25	\$47.35
Year 5	49 to 60 months after contract award	\$46.45	\$2.32	\$48.77
B.9 Option,	FAASV/Paladin Vehicle System			

B.9.1 In accordance with Clause H.8, the Government shall have the option to increase the FAASV/Paladin Vehicle System Level of Effort Hours by a maximum of 1,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 1,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0008 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.8.

Available Hours: 1,000

Time Period		Estimated	Fixed	Total Cost
(Months afte	r	Cost	Fee	Fixed Fee
original Awa	rd)	Per Hour	Per Hour	Per Hour
Base Year	1 to 12 months after contract award	\$43.26	\$2.16	\$45.43
Year 2	13 to 24 months after contract award	\$42.50	\$2.12	\$44.62
Year 3	25 to 36 months after contract award	\$43.77	\$2.19	\$45.96
Year 4	37 to 48 months after contract award	\$45.09	\$2.25	\$47.35
Year 5	49 to 60 months after contract award	\$46.45	\$2.32	\$48.77

B.10 Option, Operator New Equipment Training (OPNET)

B.10.1 In accordance with Clause H.9, the Government shall have the option to increase the Operator New Equipment Training Level of Effort Hours by a maximum of 300,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 300,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0010 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.9.

Available Hours: 300,000

Time Period (Months afte original Awa		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	\$ N.A	\$ N.A	\$ N.A
Year 2	13 to 24 months after contract award	\$39.38	\$1.97	\$41.35
Year 3	25 to 36 months after contract award	\$40.56	\$2.03	\$42.59
Year 4	37 to 48 months after contract award	\$41.80	\$2.09	\$43.89
Year 5	49 to 60 months after contract award	\$43.05	\$2.15	\$45.20

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Name of Offeror or Contractor: z systems corporation

Modification P00002 adds base year rates for M-1 Abrams, and base year through year 5 rates for PM Heavy Brigade Combat Team and FAASV/Paladin.

Modification P00003 changes all previous references to PM Bridging in Special Clause B.5 to PM Assured Mobility Systems (PM Bridging).

*** END OF NARRATIVE B 0001 ***

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1,110,428.00

Name of Offeror or Contractor: Z SYSTEMS CORPORATION

SECTION G - CONTRACT ADMINISTRATION DATA

	PRON/								
LINE	AMS CD/		OBLG STAT/				INCREASE/DECREASE		CUMULATIVE
<u>ITEM</u>	MIPR	<u>ACRN</u>	JOB ORD NO		PRIOR AMOUNT		AMOUNT		AMOUNT
0001AB	EH71W136EH	AF	1	\$	0.00	\$	200,000.00	\$	200,000.00
	13519700000		7LUBCT						
0001AC	EH7CR218EH	AG	1	\$	0.00	ġ	216,710.00	\$	216,710.00
0001110	137010NC000	710	7LIRNG	Ÿ	0.00	Ÿ	210,710.00	Ψ.	210,710.00
	B17LIX137NMC		/ Eliavo						
	DI / BIRIS / INC								
0003AB	EH71W137EH	AF	1	\$	0.00	\$	100,000.00	\$	100,000.00
	13519700000		7LUBCT						
0003AC	7258C05772	AJ	1	\$	0.00	\$	450,000.00	\$	450,000.00
	31200496006		5ZGB06						
	A15P30067272								
0004AA	P176K1082T	AH	1	\$	0.00	\$	143,718.00	\$	143,718.00
	53152831125		7ZCB03						
	A17P51251CRP								
					NET CHANGE	\$	1,110,428.00		

SERVICE	NET CHANGE				ACCOUNTING		INCREASE/DECREASE	
NAME	BY ACRN	ACC	OUNTING CLASSIFICATION		STATION	AMOUNT		
Army	AF	21	72020000076D8030P1351972512	S20113	W56HZV	\$	300,000.00	
Army	AG	21	72020000076D8030P1370102577	S20113	W56HZV	\$	216,710.00	
Army	AH	21	72035000071C1C09P53152825FB	S20113	W56HZV	\$	143,718.00	
Army	AJ	21	52033000055R5R03P31200431E9	S20113	W56HZV	\$ _	450,000.00	

	PRIOR AMOUNT INCREASE/DECREASE		CUMULATIVE	
	OF AWARD		AMOUNT	OBLIG AMT
NET CHANGE FOR AWARD:	\$ 1,977,414.00	\$	1,110,428.00	\$ 3,087,842.00

<u>ACRN</u>	EDI	ACCOUNTING CLASS	IFICATIO	<u>N</u>		
AF	21	070720200000	S20113	76D8030135197000002512	7LUBCTS20113	W56HZV
AG	21	070720200000	S20113	76D8030137010NC0002577	7LIRNGS20113	W56HZV
AH	21	070920350000	S20113	71C1C095315283112525FB	7ZCB03S20113	W56HZV
AJ	21	050720330000	S20113	55R5R033120049600631E9	5ZGB06S20113	W56HZV

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Name of Offeror or Contractor: Z SYSTEMS CORPORATION

SECTION H - SPECIAL CONTRACT REQUIREMENTS

H.1 Option, Bradley Fighting Vehicle System (BFVS)

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the Bradley Fighting Vehicle System under CLIN 0001 of this contract by up to 170,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.2.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the Bradley Fighting Vehicle System does not exceed 170,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total BFVS option hours remaining: 163,312 hours. Total BFVS option hours exercised: 6,688 hours (Modification P00003).

H.2 Option, M707 KNIGHT Vehicle System

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the M707 KNIGHT Vehicle System under CLIN 0002 of this contract by up to 16,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.3.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the M707 KNIGHT Vehicle System does not exceed 16,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total KNIGHT option hours remaining: $\underline{16,000}$ hours. Total KNIGHT option hours exercised: $\underline{0}$ hours.

H.3 Option, M113 Vehicle System

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the M113 Vehicle System under CLIN 0003 of this contract by up to 32,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.4.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the M113 Vehicle System does not exceed 32,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total M113 option hours remaining: 15,406 hours. Total M113 option hours exercised: 16,594 hours (Modification P00003).

H.4 Option, PM Assured Mobility Systems (PM Bridging) (Changed by Modification P00003)

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting PM Assured Mobility Systems (PM Bridging) under CLIN 0004 of this contract by up to 14,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.5.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of PM Assured Mobility Systems (PM Bridging) does not exceed 14,000 hours. There is no minimum amount of man-hours

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the Government may exercise its option for.

Total PM Assured Mobility Systems (PM Bridging) option hours remaining: 13,083 hours. Total PM Assured Mobility Systems (PM Bridging) option hours exercised: 917 hours (Modification P00003).

H.5 Option, M88A2 HERCULES Vehicle System

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the M88A2 HERCULES Vehicle System under CLIN 0005 of this contract by up to 16,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.6.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the M88A2 HERCULES Vehicle System does not exceed 16,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total HERCULES option hours remaining: $\underline{16,000}$ hours. Total HERCULES option hours exercised: $\underline{0}$ hours.

H.6 Option, M-1 Abrams Vehicle System

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the M-1 Abrams Vehicle System under CLIN 0006 of this contract by up to 50,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.7.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the M-1 Abrams Vehicle System does not exceed 50,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total Abrams option hours remaining: 47,603 hours. Total Abrams option hours exercised: 2,397 hours.

H.7 Option, PM - Heavy Brigade Combat Team

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the PM - Heavy Brigade Combat Team under CLIN 0007 of this contract by up to 1,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.8.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the PM - Heavy Brigade Combat Team does not exceed 1,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total PM-HBCT option hours remaining: $\underline{1,000}$ hours. Total PM-HBCT option hours exercised: $\underline{0}$ hours.

H.8 Option, FAASV/Paladin Vehicle Systems

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the FAASV/Paladin Vehicle Systems under CLIN 0008 of this contract by up to 1,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.9.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work

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Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the FAASV/Paladin Vehicle Systems does not exceed 1,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total FAASV option hours remaining: 1,000 hours. Total PM-HBCT option hours exercised: 0 hours.

H.9 Option, TPF for Operator New Equipment Training (OPNET)

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting Operator New Equipment Training under CLIN 0010 of this contract by up to 300,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.10.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of Operator New Equipment Training does not exceed 300,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total OPNET option hours remaining: 300,000 hours. Total OPNET option hours exercised: 0 hours.

H.10 GOVERNMENT LIABILITY

The Government shall be held harmless from any and all third party claims arising out of the Contractor's use of the Government Equipment or Contractor performance on a Government installation. The Government shall not be held responsible for any third party damage or injury to persons or equipment resulting from contractor performance on a Government installation.

*** END OF NARRATIVE H 0001 ***